



Weekly Global Market Commentary

June 1st, 2009

Stock Market Performance

	5/29/09	W-o-W	M-o-M	Y-o-Y
DJIA	8,500	2.7%	3.8%	-32.8%
S&P 500	919	3.6%	5.2%	-34.3%
S&P/TSX	10,370	3.8%	10.1%	-28.9%
S&P/TSX-V	1,124	2.5%	10.9%	-57.2%
FSTE100	4,418	1.2%	5.5%	-27.2%
DAX	4,941	0.4%	5.0%	-30.0%
CAC	3,278	1.5%	5.2%	-34.1%
Nikkei	9,523	3.2%	12.1%	-32.6%
Hang Seng	18,171	6.5%	21.5%	-25.5%
Shanghai	2,633	1.4%	6.7%	-22.6%
MSCI World	970	3.1%	9.5%	-36.2%

Key Rates and Prices

Currencies	5/29/09	Month ago	Year ago
EUR	\$1.42	\$1.33	\$1.55
GBP	\$1.62	\$1.48	\$1.98
JPY	¥95.34	¥97.66	¥105.50
CAD	\$0.92	\$0.83	\$1.01
CHF	\$0.94	\$0.88	\$0.95
AUD	\$0.80	\$0.73	\$0.96

Fixed Income

3M LIBOR	0.66	1.03	2.68
3M Treasury Bill	0.14	0.10	1.91
2Yr Treasury Note	0.92	0.96	2.69
10Yr Treasury Note	3.46	3.11	4.08
Prime Rate	3.25	3.25	5.00
Fed Funds Rate	0.25	0.25	2.00

Commodities

Gold/oz.	979.15	898.00	877.90
Silver/oz.	15.74	12.76	16.64
Copper/lb.	2.19	1.98	3.58
Oil	66.31	50.97	126.62

For Immediate Release

Market Recap - Week Ending 5/29/09

Stock markets finished the month with a bang, challenging the old "Sell in May and go away" adage. Despite a surge in bond yields that caused stocks to sell off sharply on Wednesday, the Dow and S&P 500 finished the week 2.7% and 3.6%, respectively, higher. Treasuries have been slumping recently on fears that supply will soon outstrip demand. However, demand at the treasury auction on Thursday remained solid, which helped temper attitudes after Wednesday's selloff. The market was also helped by higher oil prices bolstering the energy sector. Oil gained about 30% in May.

The Week Ahead

We jumped into June today with General Motors filing for bankruptcy and news that Travelers Cos. and Cisco Systems will replace GM and Citigroup in the Dow Jones Industrial Average. Despite this, stocks, oil, and metals have advanced to their highest levels seen since the fall. Likewise, the pound rose above \$1.64 for the first time since October. The losers have been the dollar and Treasuries, mainly on concerns of the record debt sales needed to fund the U.S.'s bailout and stimulus programs. News this week will include the much anticipated nonfarm payrolls and unemployment numbers on Friday.

Global Economic Calendar (June 1-June 5)

Mon: Retail Sales (AU); PMI Manufacturing (UK, Ger.); GDP (Can.); Personal Spending, Core Personal Consumption Expenditure, ISM Manufacturing (US)

Tue: RBA Interest Rate Decision (AU); SVME PMI (Switz.); Unemployment Rate (EU); Pending Home Sales (US); Consumer Confidence (UK)

Wed: ADP Employment Change, Factory Orders (US)

Thur: Trade Balance (AU); Retail Sales, ECB Rate Decision (EMU); BoE Rate Decision (UK); Nonfarm Productivity (US); BoC Rate Decision, Ivey PMI (Can.)

Fri: CPI (Switz.); PPI (UK); Unemployment (Can.); Nonfarm Payrolls, Unemployment Rate, Average Hourly Earnings, Average Weekly Hours (US)

These recommendations do not represent specific trade ideas. Not suitable for all investors.

For further information call your local LOM Investment Advisor. LOM is licensed to conduct investment business by the Bermuda Monetary Authority